

Berger Paints Bangladesh Limited
Statement of Financial Position (Unaudited)
As at 30 June 2020

		Taka in '000	
	Notes	30 Jun 2020	31 Mar 2020
Assets			
Non-current assets			
Property, plant and equipment	3	3,853,679	3,865,251
Capital work-in-progress		568,615	563,035
Right of use of assets		598,820	629,221
Intangible assets		49,330	56,749
		5,070,444	5,114,256
Investment - at cost		93,343	93,343
Total non-current assets		5,163,787	5,207,599
Current assets			
Inventories	4	2,225,543	2,287,580
Trade and other receivables	5	1,543,934	1,619,002
Advances, deposits and prepayments	6	148,897	252,080
Short term investment - FDR		200,000	251,237
Cash and cash equivalents	7	2,617,409	3,121,863
Inter - company receivables		174,820	190,150
Total current assets		6,910,603	7,721,912
Total assets		12,074,390	12,929,511
Equity and liabilities			
Share capital		463,779	463,779
Retained earnings		8,359,560	8,244,378
Equity attributable to the Company's equity holders	10	8,823,339	8,708,157
Non-current liabilities			
Deferred tax liabilities	8	218,338	227,958
Lease obligations-non current portion		484,655	509,889
Total non-current liabilities		702,993	737,847
Current liabilities			
Lease obligations -current portion		83,372	61,816
Trade and other payables	9	1,932,839	2,797,815
Provision for royalty		297,405	285,397
Provision for current tax		224,472	325,941
Employees' retirement gratuity		-	2,566
Dividend payable		9,823	9,825
Liability for unclaimed IPO application money		147	147
Total current liabilities		2,548,058	3,483,507
Total liabilities		3,251,051	4,221,354
Total equity and liabilities		12,074,390	12,929,511
Net Asset Value Per Share (NAVPS) Tk.	10	190.25	187.77


Managing Director


Director & Chief Financial Officer


Company Secretary

Dhaka, 12 August 2020

Berger Paints Bangladesh Limited
Statement of Profit or Loss and Other Comprehensive Income (Unaudited)
For the period from 1 April 2020 to 30 June 2020

		Taka in '000	
	Notes	Apr-Jun 2020	Apr-Jun 2019
Revenue-net		2,284,708	4,538,370
Cost of sales		(1,341,522)	(2,442,071)
Gross profit		943,186	2,096,299
Selling, distribution and warehousing expenses		(703,130)	(1,332,290)
Administrative and general expenses		(110,710)	(119,242)
Other operating expenses		(13,072)	(26,045)
Other operating income		20,265	47,372
		(806,648)	(1,430,205)
Operating income		136,538	666,094
Finance cost		(683)	(7)
Investment income		34,783	38,914
Net finance income		34,100	38,907
Other non-operating income		5,955	468
Income before WPPF and tax		176,592	705,469
Workers' profit participation and welfare fund (WPPF)		(8,532)	(35,250)
Income before tax		168,060	670,219
Current tax expenses		(62,498)	(176,926)
Deferred tax Income	8	9,620	80
		(52,878)	(176,846)
Net income	11&12	115,182	493,373
Basic earnings per share (EPS) Tk.	11	2.48	10.64


Managing Director


Director & Chief Financial Officer


Company Secretary

Dhaka, 12 August 2020

Berger Paints Bangladesh Limited
Statement of Changes in Equity (Unaudited)
For the period from 1 April 2020 to 30 June 2020

					Taka in '000
Particulars	Share capital	General reserve	Share Premium	Retained earnings	Total equity
Balance as at 1 April 2019	463,779	-	-	7,074,723	7,538,502
Net income for the period	-	-	-	493,373	493,373
Balance as at 30 June 2019	463,779	-	-	7,568,096	8,031,875
Balance as at 1 April 2020	463,779	-	-	8,244,378	8,708,157
Net income for the period	-	-	-	115,182	115,182
Balance as at 30 June 2020	463,779	-	-	8,359,560	8,823,339


Managing Director


Director & Chief Financial Officer


Company Secretary

Dhaka, 12 August 2020

Berger Paints Bangladesh Limited
Statement of Cash Flows (Unaudited)
For the period from 1 April 2020 to 30 June 2020

		Taka in '000	
	Notes	Apr-Jun 2020	Apr- Jun 2019
Cash flows from operating activities (A)			
Cash received from customers		2,346,223	4,468,331
Cash received from other operating income		20,265	47,372
Investment (finance) income		48,337	24,397
Cash paid to suppliers and employees		(2,723,786)	(3,471,999)
Interest paid for lease obligation		(8,425)	-
Income tax paid		(163,967)	(155,029)
Net cash flows from operating activities	11&12	(481,354)	913,072
Cash flows from investing activities (B)			
Investment (finance) expenses		(683)	(7)
Capital expenditures		(62,544)	(379,385)
Short term investment - FDR		51,237	(300,000)
Proceeds from disposal of property, plant and equipment		6,027	468
Net cash used in investing activities		(5,963)	(678,924)
Cash flows from financing activities (C)			
Dividend paid		(2)	-
Payment for lease		(17,135)	-
Net cash used in financing activities		(17,137)	-
Increase / (Decrease) in cash and cash equivalents (D) = (A+B+C)		(504,454)	234,148
Opening cash and cash equivalents (E)		3,121,863	1,892,143
Closing cash and cash equivalents (D+E)		2,617,409	2,126,291
Net Operating Cash Flows Per Share (NOCFPS) Tk.	11	(10.38)	19.69


Managing Director


Director & Chief Financial Officer


Company Secretary

Dhaka, 12 August 2020

Berger Paints Bangladesh Limited
Consolidated Statement of Financial Position (Unaudited)
As at 30 June 2020

		Taka in'000	
	Notes	30 Jun 2020	31 Mar 2020
Assets			
Non-current assets			
Property, plant and equipment	3a	4,504,258	4,516,605
Capital work-in-progress		615,858	612,927
Right of use of assets		598,820	629,221
Intangible assets		52,685	60,126
Investment in associates		222,567	239,977
Total non-current assets		5,994,188	6,058,856
Current assets			
Inventories	4a	2,381,540	2,461,986
Trade and other receivables	5a	1,652,665	1,708,287
Advances, deposits and prepayments	6a	156,251	262,661
Short term investment		200,000	251,237
Cash and cash equivalents	7a	2,622,711	3,141,307
Total current assets		7,013,167	7,825,478
Total assets		13,007,355	13,884,334
Equity and liabilities			
Share capital		463,779	463,779
Retained earnings		9,114,148	9,006,563
Equity attributable to the Company's equity holders	10a	9,577,927	9,470,342
Non-current liabilities			
Deferred tax liabilities	8a	308,480	326,424
Lease obligations - non current portion		484,655	509,889
Total non-current liabilities		793,135	836,313
Current liabilities			
Lease obligations - current portion		83,372	61,816
Trade and other payables	9a	2,005,004	2,876,969
Provision for royalty		297,405	285,397
Provision for current tax		225,220	326,393
Provision for employees retirement gratuity		15,322	17,132
Dividend payable		9,823	9,825
Liability for unclaimed IPO application money		147	147
Total current liabilities		2,636,293	3,577,679
Total liabilities		3,429,428	4,413,992
Total equity and liabilities		13,007,355	13,884,334
Net Asset Value Per Share (NAVPS) Tk.	10a	206.52	204.20


Managing Director


Director & Chief Financial Officer


Company Secretary

Dhaka, 12 August 2020

Berger Paints Bangladesh Limited
Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited)
For the period from 1 April 2020 to 30 June 2020

	Notes	Taka in '000	
		Apr-Jun 2020	Apr-Jun 2019
Revenue-net		2,324,593	4,559,711
Cost of sales		(1,367,240)	(2,428,295)
Gross profit		957,353	2,131,416
Selling, distribution and warehousing expenses		(708,323)	(1,337,149)
Administrative and general expenses		(117,563)	(126,690)
Other operating expenses		(13,072)	(26,045)
Other operating income		24,118	54,060
Operating expenses		(814,840)	(1,435,824)
Operating income		142,513	695,592
Finance costs		(709)	(9)
Investment income		33,043	37,761
Net finance income		32,334	37,752
Other non-operating income		5,955	468
Share of profit of associates		(17,410)	4,988
		(11,455)	5,456
Income before WPPF and Tax		163,392	738,800
Workers' profit participation and welfare fund (WPPF)		(8,723)	(36,696)
Net income before tax		154,669	702,104
Current tax expenses		(65,028)	(188,304)
Deferred tax income/(expenses)	8a	17,944	2,126
		(47,084)	(186,178)
Net income	11a&12a	107,585	515,926
Basic earnings per share (EPS) Tk.	11a	2.32	11.12


Managing Director


Director & Chief Financial Officer


Company Secretary

Dhaka, 12 August 2020

Berger Paints Bangladesh Limited
Consolidated Statement of Changes in Equity (Unaudited)
For the period from 1 April 2020 to 30 June 2020

Particulars	Taka. in '000				
	Share capital	General reserve	Share premium	Retained earning	Total
Balance as at 01 April 2019	463,779	-	-	7,707,281	8,171,060
Net income for the period	-	-	-	515,926	515,926
Balance as at 30 June 2019	463,779	-	-	8,223,207	8,686,986
Balance as at 01 April 2020	463,779	-	-	9,006,563	9,470,342
Net income for the period	-	-	-	107,585	107,585
Balance as at 30 June 2020	463,779	-	-	9,114,148	9,577,927


Managing Director

Dhaka, 12 August 2020


Director & Chief Financial Officer


Company Secretary

Berger Paints Bangladesh Limited
Consolidated statement of cash flows (Unaudited)
For the period from 1 April 2020 to 30 June 2020

		Taka in '000	
	Notes	Apr-Jun 2020	Apr-Jun 2019
Cash flows from operating activities (A)			
Cash received from customers		2,366,662	4,478,019
Cash received from other operating income		24,118	54,060
Investment (finance) income		46,596	23,244
Cash paid to suppliers and employees		(2,742,427)	(3,469,070)
Interest Paid on lease obligation		(8,425)	-
Income tax paid		(166,201)	(157,358)
Net cash flows from operating activities	11a&12a	(479,677)	928,895
Cash flows from investing activities (B)			
Capital expenditures		(78,337)	(388,188)
Investment (finance) expenses		(709)	(9)
Short term investment		51,237	(300,001)
Proceeds from disposal of assets		6,027	468
Net cash used in investing activities		(21,782)	(687,730)
Cash flows from financing activities (C)			
Dividend paid		(2)	-
Payment of lease liabilities		(17,135)	-
Net cash used in financing activities		(17,137)	-
Increase in cash and cash equivalents (D) = (A+B+C)		(518,596)	241,165
Opening cash and cash equivalents (E)		3,141,307	1,904,547
Closing net cash and cash equivalents (D+E)		2,622,711	2,145,712
Operating Cash Flows Per Share Tk.	11a	(10.34)	20.03


Managing Director


Director & Chief Financial Officer


Company Secretary

Dhaka, 12 August 2020

BERGER PAINTS BANGLADESH LIMITED
SELECTED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2020

1 Status and nature of business

The Company was incorporated on 6 June 1973 under the Companies Act 1913. Company's shares are listed with Dhaka and Chittagong Stock Exchanges and are placed under "A" category. The principal activities of the Company are manufacturing and marketing of liquid, cement and powder paints & varnishes, emulsion, coating and printing ink.

Berger Paints Bangladesh Limited holds 100% share of Jenson & Nicholson (Bangladesh) Limited - J&NBL. The principal activities of J&NBL are production and marketing of metal containers and printing of metal sheets.

Berger Paints Bangladesh Limited holds 49% share of Berger Becker Bangladesh Limited-BBBL. The principal activities of BBBL are manufacturing and marketing of coil coatings.

Berger Paints Bangladesh Limited has set up a joint venture company with Fosroc International Limited, United Kingdom in the name of "Berger Fosroc Limited" in Bangladesh, incorporated on 19 April 2018, for the purpose of carrying on the business to manufacture and sell construction chemicals. Berger Paints Bangladesh Limited has 50% share in the joint venture.

2 Basis of preparation

These financial statements have been prepared in accordance with the requirement of Bangladesh Accounting Standard 34 "Interim Financial Reporting" and the requirements of the Securities & Exchange Rules 1987.

The same accounting policies, presentation, methods of computation and Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Accounting Standards (BAS) applicable standards have been followed in these interim financial statements as were applied in the preparation of the company's financial statements for the year ended 31 March 2020.

3 Property, Plant and Equipment

Property, Plant and Equipment - at cost
Accumulated depreciation

Taka in '000	
30 Jun 2020	31 Mar 2020
6,970,793	6,886,689
(3,117,114)	(3,021,437)
3,853,679	3,865,252

3 a. Consolidated Property, Plant and Equipment

Property, Plant and Equipment - at cost
Accumulated depreciation

7,987,944	7,885,399
(3,483,686)	(3,368,794)
4,504,258	4,516,605

4 Inventories

Raw materials
Semi-processed and bulk products
Packing materials
Finished goods
Stores & Promotional items
Stocks in transit

1,028,153	920,496
118,959	94,756
45,835	42,860
735,556	714,678
86,773	71,280
210,267	443,510
2,225,543	2,287,580

4 a. Consolidated Inventories

Raw materials
Semi-processed and bulk products
Packing materials
Finished goods
Stores & Promotional items
Stocks in transit

1,093,234	995,094
175,475	148,689
40,312	42,860
740,354	718,553
94,418	79,753
237,747	477,037
2,381,540	2,461,986

5 Trade & other receivables

Trade debtors -unsecured
General provision for bad & doubtful debts
Other receivables
Considered to be good

1,610,095	1,662,483
(82,023)	(72,897)
1,528,072	1,589,586
15,863	29,416
1,543,935	1,619,002

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		Taka in '000	
		30 Jun 2020	31 Mar 2020
5 a. Consolidated Trade & other receivables			
Trade debtors -unsecured		1,660,267	1,707,166
General provision for bad & doubtful debts		(82,023)	(72,897)
		1,578,244	1,634,269
Intercompany receivables with Berger Becker Bangladesh Limited		17,899	8,885
Intercompany receivables with Berqer Fosroc Limited		40,659	35,717
Other receivables		15,863	29,416
Considered to be good		1,652,665	1,708,287
6 Advances, deposits and prepayments			
Advance to employees		73,109	76,522
Advance to suppliers & others		105,241	91,539
VAT & Other deposit		(56,070)	41,153
Prepaid expenses		26,617	42,866
		148,897	252,080
6 a. Consolidated Advances, deposits and prepayments			
Advance to employees		74,859	77,944
Advance to suppliers & others		107,119	92,173
VAT & Other deposit		(53,916)	47,585
Prepaid expenses		28,189	44,959
		156,251	262,661
7 Cash and cash equivalents			
Term deposit accounts(FDR)-Three Months		1,751,238	2,100,000
Current and collection accounts		448,527	547,353
Operational account		383,817	441,933
Dividend account		12,377	12,374
Foreign currency accounts		16,029	14,343
In hand - cash		5,421	5,860
		2,617,409	3,121,863
7 a. Consolidated Cash and cash equivalents			
Term deposit accounts(FDR)-Three Months		1,751,238	2,100,000
Current and collection accounts		448,527	566,547
Operational account		388,839	441,933
Dividend account		12,377	12,374
Foreign currency accounts		16,029	14,343
In hand - cash		5,701	6,110
		2,622,711	3,141,307
8 Deferred tax liabilities			
	Carrying amount	Tax base	
Property, plant and equipment	2,751,340	1,795,966	
Provision for employees' benefit plan	-	-	
Provision for bad debts	(82,023)		
Net temporary difference			
Effective tax rate			25%
Deferred tax liabilities			
Opening balance			227,958
Closing balance			218,338
Deferred tax expenses			(9,620)
8 a. Consolidated Deferred tax liabilities			
	Carrying amount	Tax base	
Property, plant and equipment	3,332,229	2,084,173	
Provision for employees' benefit plan	(15,322)		
Provision for bad debts	(82,023)		
Net temporary difference			
Deferred tax liabilities			
Opening balance			326,424
Closing balance			308,480
Deferred tax expenses			(17,944)

Taxable/(deductible) temporary difference	Taxable/(deductible) temporary difference
955,374	987,295
-	(2,566)
(82,023)	(72,897)
873,351	911,832
25%	25%
218,338	227,958
227,958	242,409
218,338	227,958
(9,620)	(14,451)

Taxable/(deductible) temporary difference	Taxable/(deductible) temporary difference
1,248,056	1,283,191
(15,322)	(17,132)
(82,023)	(72,897)
1,150,711	1,193,162
308,480	326,424
326,424	316,538
308,480	326,424
(17,944)	9,886

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		Taka in '000	
		30 Jun 2020	31 Mar 2020
9 Trade and other payables			
Revenue expenses		727,499	1,310,681
Trading supplies		966,934	1,184,218
Other finance		193,028	203,327
Capital expenditure		16,610	20,163
Workers' profits participation & welfare funds		28,768	79,426
		1,932,839	2,797,815
9 a. Consolidated Trade and other payables			
Revenue expenses		738,120	1,322,624
Trading supplies		1,018,162	1,239,621
Other finance		202,304	211,977
Capital expenditure		16,610	20,163
Workers' profits participation & welfare funds		29,808	82,584
		2,005,004	2,876,969
10 NAV per share			
The computation of NAV per share			
Total assets		12,074,390	12,929,511
Total liabilities		(3,251,051)	(4,221,354)
Net Assets Value		8,823,339	8,708,157
Number of ordinary shares used to compute NAV		46,377,880	46,377,880
NAV per share	Taka	190.25	187.77
10 a. Consolidated NAV per share			
The computation of NAV per share			
Total assets		13,007,355	13,884,334
Total liabilities		(3,429,428)	(4,413,992)
Net Assets Value		9,577,927	9,470,342
Number of ordinary shares used to compute NAV		46,377,880	46,377,880
NAV per share	Taka	206.52	204.20
		Taka in '000	
		Apr- Jun 2020	Apr- Jun 2019
11 EPS and NOCFPS per share			
Earnings (PAT) attributable to ordinary shareholders		115,182	493,373
Number of ordinary shares used to compute EPS and NOCEPS		46,377,880	46,377,880
Net cash flow from operating activities (NOCFPS)		(481,354)	913,072
EPS -Basic	Taka	2.48	10.64
Net Operating cash flow per share (NOCFPS)	Taka	(10.38)	19.69
11 a. Consolidated EPS and NOCFPS per share			
Earnings (PAT) attributable to ordinary shareholders		107,585	515,926
Number of ordinary shares used to compute EPS and NOCEPS		46,377,880	46,377,880
Net cash flow from operating activities (NOCFPS)		(479,677)	928,895
EPS -Basic	Taka	2.32	11.12
Net Operating cash flow per share (NOCFPS)	Taka	(10.34)	20.03

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Taka in '000	
Apr- Jun 2020	Apr- Jun 2019

12 Reconciliation of net income with cash flows from operating activities

Cash flows from operating activities under indirect method

Net income	115,182	493,373
Tax expenses	52,878	176,846
Profit before tax	168,060	670,219
Non-cash items and others:		
Depreciation and Amortization	128,165	125,809
	296,225	796,028
Operating and non-operating items		
Investment (finance) expenses	683	7
Income on sale of property, plant and equipment	(5,955)	(468)
	(5,272)	(461)
Changes in working capital		
(Increase)/Decrease in trade and other receivables	75,068	(84,556)
(Increase)/ Decrease in inventories	62,037	143,049
Increase/(Decrease) in trade and other payables	(864,975)	93,983
(Increase)/Decrease in inter-company receivable	15,330	13,302
(Increase)/Decrease advance, deposits and prepayments	103,183	105,371
Increase/(Decrease) in provision for royalty	12,008	24,385
Increase/(Decrease) in provision for gratuity	(2,566)	(23,000)
	(599,915)	272,534
Income tax paid	(163,967)	(155,029)
Cash paid for lease	(8,425)	-
Net cash flows from operating activities	(481,354)	913,072

12 a. Reconciliation of consolidated net income with consolidated cash flows from operating activities

Cash flows from operating activities under indirect method

Net income	107,585	515,926
Tax expenses	47,084	186,178
Profit before tax	154,669	702,104
Non-cash item		
Depreciation and Amortization	147,403	140,379
	302,072	842,483
Operating and non-operating items		
Investment (finance) expenses	709	9
Income on sale of property, plant and equipment	(5,955)	(468)
Share of profit of associates	17,410	(4,988)
	12,163	(5,447)
Changes in working capital		
(Increase)/Decrease in trade and other receivables	55,622	(96,209)
(Increase)/ Decrease in inventories	80,447	145,929
Increase/(Decrease) in trade and other payables	(871,964)	92,966
(Increase)/Decrease advance, deposits and prepayments	106,411	104,865
Increase/(Decrease) in provision for royalty	12,008	24,385
Increase/(Decrease) in provision for gratuity	(1,810)	(22,719)
	(619,286)	249,217
Income tax paid	(166,201)	(157,358)
Interest paid on lease obligation	(8,425)	-
Net cash flows from operating activities	(479,677)	928,895

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13 Related party transactions

During the Period under review, the Company carried out a number of transactions with related parties in the normal course of business and on arms' length basis. The names of the related parties, nature of these transactions and their closing balance at the end of 30 June 2020 have been set out below in accordance with the provision of IAS 24 Related Party Disclosures.

In thousands Taka

Name of the related party	Nature of relationship	Nature of transaction	Transaction during the period	30 June 2020 Receivable /(Payable)
Jenson & Nicholson (Bangladesh) Ltd	Subsidiary	Material and Service	81,404	116,262
Berger Becker Bangladesh Limited	Associate	Service	1,131	17,899
Berger Fosroc Limited	Associate	Material and Service	20,852	57,472
BPBL Employees' Provident Fund	Post-employment plan	Contribution to Provident Fund	11,641	
BPBL Employees' Gratuity Fund	Post-employment plan	Contribution to Gratuity Fund	7,941	-
Total inter-company receivables			103,387	191,633
J&N Investments (Asia) Limited	Group	Royalty	-	(297,405)
Berger Paints India Limited	Fellow Subsidiary	Technical assistance fee	1,092	(2,636)
Total inter-company payables			-	(300,041)

In thousands Taka

Name of the related party	Nature of relationship	Nature of transaction	Transaction during the period	30 June 2019 Receivable /(Payable)
Jenson & Nicholson (Bangladesh) Ltd	Subsidiary	Material and Service	157,501	86,088
Berger Becker Bangladesh Limited	Associate	Service	848	9,497
Berger Fosroc Limited	Associate	Material and Service	39,643	51,897
BPBL Employees' Provident Fund	Post-employment plan	Contribution to Provident Fund	9,779	
BPBL Employees' Gratuity Fund	Post-employment plan	Contribution to Gratuity Fund	7,699	(7,699)
Total inter-company receivables			-	139,783
J&N Investments (Asia) Limited	Group	Royalty	-	(334,247)
Berger Paints India Limited	Fellow Subsidiary	Technical assistance fee	-	(6,802)
Total inter-company payables			-	(341,049)

14 Significant Deviation

The earnings per share (EPS) for first quarter ended 30 June 2020 decreased significantly from same period of previous year due to significantly lower sales in April and May 2020 impacted by country-wide lockdown for COVID-19.

The net operating cash flow per share (NOCFPS) decreased significantly from same period of previous year mainly because of low sales resulting low collection from customers during April and May 2020 and reduction in trade and other payables.

15 General

Figures appearing in these financial statements have been rounded off to the nearest thousand Taka.


Managing Director


Director & Chief Financial Officer


Company Secretary